ALRAYAN BANK (Q.P.S.C.)

INTERIM CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS

30 JUNE 2026

Contents

Report on review of interim condensed consolidated financial statements to the board of directors of AlRayan Bank (Q.P.S.C.)

Introduction

We have reviewed the accompanying interim consolidated statement of financial position of AlRayan Bank (Q.P.S.C.) (the “Parent”) and its subsidiaries (the “Group”) as at 30 June 2026 and the related interim consolidated statement of income, interim consolidated statement of comprehensive income, and interim consolidated statement of income and attribution related to quasi-equity for the three-month and six-month periods then ended, and interim consolidated statement of changes in equity, interim consolidated statement of cash flows and interim consolidated statement of changes in off-balance sheet assets under management for the six-month period then ended, and other explanatory notes. Management is responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with Financial Accounting Standard (“FAS”) 41 “Interim financial reporting” issued by the Accounting and Auditing Organization for Islamic Financial Institutions (“AAOIFI”) as modified by Qatar Central Bank (“QCB”). Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.

Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410, ‘Review of interim financial information performed by the independent auditor of the entity’. A review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial statements are not prepared, in all material respects, in accordance with FAS 41 issued by AAOIFI as modified by QCB.

For and on behalf of PricewaterhouseCoopers - Qatar Branch
Qatar Financial Market Authority registration number 120155

Waleed Tahtamouni
Auditor’s registration number 370
Doha, State of Qatar
21 July 2026

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PRICEWATERHOUSECOOPERS - Qatar Branch
P. O. Box : 6689
Doha, State of Qatar

AlRayan Bank (Q.P.S.C.) QAR '000s

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2026

	Notes	***30 June 2026 (Reviewed)***	*31 December 2025 (Audited)*	*30 June 2025 (Reviewed)*
ASSETS				
Cash and balances with central banks		**7,438,018**	5,878,930	5,808,015
Due from banks		**3,990,681**	4,816,232	2,953,543
Financing assets	6	**113,731,515**	118,188,326	112,096,480
Investment securities	7	**52,196,923**	45,919,939	48,463,299
Investment in associates		**370,017**	358,809	342,629
Property and equipment		**1,066,677**	1,059,368	1,048,051
Intangible assets		**1,280,232**	1,337,141	1,394,049
Other assets		**3,997,419**	3,699,302	4,235,346
TOTAL ASSETS		**184,071,482**	181,258,047	176,341,412
LIABILITIES, QUASI-EQUITY AND EQUITY				
LIABILITIES				
Due to banks	8	**24,220,985**	28,382,617	23,583,124
Customer current accounts		**8,670,892**	7,839,029	8,733,255
Sukuk financing	9	**2,286,650**	3,322,629	5,437,427
Other borrowings	10	**7,553,191**	7,766,032	6,753,008
Other liabilities		**4,551,431**	4,848,682	4,539,709
TOTAL LIABILITIES		**47,283,149**	52,158,989	49,046,523
QUASI-EQUITY				
Participatory investment accounts	11	**111,290,585**	103,299,319	101,933,981
EQUITY				
Share capital	12 (a)	**9,300,000**	9,300,000	9,300,000
Legal reserve	12 (b)	**9,644,166**	9,644,166	9,644,166
Risk reserve	12 (c)	**2,700,401**	2,700,401	2,700,401
Fair value reserve	12 (d)	**54,810**	42,399	51,870
Cash flow hedge reserve		**(34)**	(239)	-
Foreign currency translation reserve	12 (e)	**(79,822)**	(56,088)	(38,019)
Other reserves	12 (f)	**141,137**	141,104	135,955
Retained earnings		**2,399,692**	2,735,216	2,279,153
TOTAL EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE BANK		**24,160,350**	24,506,959	24,073,526
Non-controlling interest	13	**337,398**	292,780	287,382
Instrument eligible as additional capital		**1,000,000**	1,000,000	1,000,000
TOTAL EQUITY		**25,497,748**	25,799,739	25,360,908
TOTAL LIABILITIES, QUASI-EQUITY AND EQUITY		**184,071,482**	181,258,047	176,341,412
Off-balance sheet assets under management		**4,889,553**	3,943,112	3,995,360
Contingent liabilities and commitments	14	**30,962,609**	28,405,343	28,278,124

These interim condensed consolidated financial statements were approved by the Board of Directors on 21 July 2026 and were signed on its behalf by:

Mohamed Bin Hamad Bin Qassim Al Thani
Chairman

Fahad Bin Abdulla Al Khalifa
Group Chief Executive Officer

Independent auditor's review report is set out on page i

The attached notes 1 to 21 form part of, and should be read in conjunction with these interim condensed consolidated financial statements

AlRayan Bank (Q.P.S.C.) QAR ’000s

INTERIM CONSOLIDATED STATEMENT OF INCOME

For the three-month and six-month periods ended 30 June 2026

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	Notes	*For the three-month period ended 30 June*		*For the six-month period ended 30 June*	
		2026 (Reviewed)	*2025 (Reviewed)*	***2026 (Reviewed)***	*2025 (Reviewed)*
Income from financing activities		**1,396,940**	1,547,948	**2,859,284**	3,120,997
Income from investing activities		**588,178**	535,418	**1,135,682**	1,073,393
Finance expense		**(317,384)**	(334,625)	**(676,941)**	(696,815)
Income from financing and investing activities, net of finance expense		**1,667,734**	1,748,741	**3,318,025**	3,497,575
Fee and commission income		**96,134**	122,494	**236,973**	254,857
Fee and commission expense		**(39,485)**	(38,070)	**(81,346)**	(70,299)
Net fee and commission income		**56,649**	84,424	**155,627**	184,558
Foreign exchange gain (net)		**34,948**	59,618	**85,857**	83,345
Share of results of associates		**10,708**	11,243	**21,610**	20,504
Other income		**96,747**	92,285	**126,774**	191,057
TOTAL INCOME, NET OF FINANCE EXPENSE		**1,866,786**	1,996,311	**3,707,893**	3,977,039
Staff costs		**(116,826)**	(111,333)	**(237,578)**	(222,275)
Depreciation and amortisation		**(45,261)**	(43,939)	**(89,705)**	(85,676)
Other expenses		**(88,969)**	(88,861)	**(162,756)**	(171,696)
OPERATING EXPENSES		**(251,056)**	(244,133)	**(490,039)**	(479,647)
Net impairment reversals / (losses) on due from banks	3(a)	**5,034**	328	**(37)**	5,177
Net impairment losses on financing assets		**(165,525)**	(198,332)	**(312,771)**	(409,248)
Net impairment (losses) / reversals on investment securities	3(a)	**(1,657)**	3,519	**(2,011)**	4,894
Net impairment losses on other exposures subject to credit risk	3(a)	**(27,263)**	(9,695)	**(13,051)**	(16,006)
PROFIT FOR THE PERIOD BEFORE NET PROFIT ATTRIBUTABLE TO QUASI-EQUITY		**1,426,319**	1,547,998	**2,889,984**	3,082,209
Less: Net profit attributable to quasi-equity		**(1,037,226)**	(1,120,479)	**(2,079,576)**	(2,237,337)
PROFIT BEFORE TAX FOR THE PERIOD		**389,093**	427,519	**810,408**	844,872
Income tax expense		**(49,829)**	(8,696)	**(103,412)**	(12,389)
NET PROFIT FOR THE PERIOD		**339,264**	418,823	**706,996**	832,483
Net profit for the period attributable to:					
Equity holders of the Bank		**326,328**	413,858	**687,476**	821,383
Non-controlling interest		**12,936**	4,965	**19,520**	11,100
		339,264	418,823	**706,996**	832,483
BASIC AND DILUTED EARNINGS PER SHARE (QAR)	15	**0.035**	0.045	**0.074**	0.088

Independent auditor’s review report is set out on page i

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AlRayan Bank (Q.P.S.C.) QAR ’000s

INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the three-month and six-month periods ended 30 June 2026

	Notes	*For the three-month period ended 30 June*		*For the six-month period ended 30 June*	
		2026 (Reviewed)	*2025 (Reviewed)*	***2026 (Reviewed)***	*2025 (Reviewed)*
NET PROFIT FOR THE PERIOD		**339,264**	418,823	**706,996**	832,483
OTHER COMPREHENSIVE INCOME					
Item that may not be subsequently classified to consolidated statement of income					
Fair value changes of equity-type investments carried at fair value through other comprehensive income		**10,086**	6,455	**(3,675)**	418
Items that may be subsequently classified to consolidated statement of income					
Exchange difference arising on translation of foreign operations		**(2,229)**	85,884	**(29,697)**	126,951
Net change in the share of other comprehensive income of investment in associates:					
Net change in fair value		**(1,192)**	414	**(1,202)**	(321)
Net movement in cash flow hedges – effective portion of changes in fair value		**(66)**	-	**276**	-
Fair value changes of debt-type investments carried at fair value through other comprehensive income		**14,820**	273	**17,806**	472
Share in the reserve attributable to quasi-equity		**(891)**	(198)	**(484)**	49
Total other comprehensive income / (loss) for the period		**20,528**	92,828	**(16,976)**	127,569
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		**359,792**	511,651	**690,020**	960,052
Attributable to:					
Equity holders of the Bank		**347,764**	490,888	**676,391**	925,031
Non-controlling interest		**12,028**	20,763	**13,629**	35,021
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		**359,792**	511,651	**690,020**	960,052

Independent auditor’s review report is set out on page i

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AlRayan Bank (Q.P.S.C.) QAR '000s

INTERIM CONSOLIDATED STATEMENT OF INCOME AND ATTRIBUTION RELATED TO QUASI-EQUITY

For the three-month and six-month periods ended 30 June 2026

	Notes	*For the three-month period ended 30 June* 2026 (Reviewed)	*For the three-month period ended 30 June* 2025 (Reviewed)	*For the six-month period ended 30 June* 2026 (Reviewed)	*For the six-month period ended 30 June* 2025 (Reviewed)
Net profit for the period before net profit attributable to quasi-equity after tax		**1,376,490**	1,539,302	**2,786,572**	3,069,820
Less: Income not attributable to quasi-equity		**(534,425)**	(600,260)	**(1,108,186)**	(1,201,064)
Add: Expenses not attributable to quasi-equity		**202,431**	211,027	**417,830**	425,722
Net profit attributable to quasi-equity before the Bank's Mudaraba income		**1,044,496**	1,150,069	**2,096,216**	2,294,478
Less: Mudarib's share		**(992,128)**	(1,092,348)	**(1,991,103)**	(2,179,317)
Add: Support provided by the Bank		**984,858**	1,062,758	**1,974,463**	2,122,176
NET PROFIT ATTRIBUTABLE TO QUASI-EQUITY		**1,037,226**	1,120,479	**2,079,576**	2,237,337
OTHER COMPREHENSIVE INCOME					
Items that may be subsequently classified to consolidated statement of income					
Share in the reserve attributable to quasi-equity		**891**	198	**484**	(49)
TOTAL OTHER COMPREHENSIVE INCOME / (LOSS)		**891**	198	**484**	(49)
TOTAL PROFIT ATTRIBUTABLE TO QUASI-EQUITY		**1,038,117**	1,120,677	**2,080,060**	2,237,288

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INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six-month period ended 30 June 2026

	Share capital	***Legal reserve***	***Risk reserve***	***Fair value reserve***	***Cash flow hedge reserve***	***Foreign currency translation reserve***	***Other reserves***	***Retained earnings***	***Total equity attributable to equity holders of the Bank***	***Non-controlling interest***	***Instrument eligible as additional capital***	***Total equity***
Balance as at 31 December 2025 (Audited)	**9,300,000**	**9,644,166**	**2,700,401**	**42,399**	**(239)**	**(56,088)**	**141,104**	**2,735,216**	**24,506,959**	**292,780**	**1,000,000**	**25,799,739**
Net profit for the period	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**687,476**	**687,476**	**19,520**	**-**	**706,996**
Other comprehensive income / (loss)	**-**	**-**	**-**	**12,411**	**205**	**(23,734)**	**33**	**-**	**(11,085)**	**(5,891)**	**-**	**(16,976)**
Total comprehensive income / (loss) for the period	**-**	**-**	**-**	**12,411**	**205**	**(23,734)**	**33**	**687,476**	**676,391**	**13,629**	**-**	**690,020**
Capital contribution from non-controlling interest	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**30,989**	**-**	**30,989**
Dividend declared and approved for 2025 Note 12 (g)	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**(1,023,000)**	**(1,023,000)**	**-**	**-**	**(1,023,000)**
Balance as at 30 June 2026 (Reviewed)	**9,300,000**	**9,644,166**	**2,700,401**	**54,810**	**(34)**	**(79,822)**	**141,137**	**2,399,692**	**24,160,350**	**337,398**	**1,000,000**	**25,497,748**

	Share capital	*Legal reserve*	*Risk reserve*	*Fair value reserve*	*Cash flow hedge reserve*	*Foreign currency translation reserve*	*Other reserves*	*Retained earnings*	*Total equity attributable to equity holders of the Bank*	*Non-controlling interest*	*Instrument eligible as additional capital*	*Total equity*
Balance as at 31 December 2024 (Audited)	9,300,000	9,644,166	2,700,401	51,278	-	(141,049)	135,929	2,387,770	24,078,495	252,361	1,000,000	25,330,856
Net profit for the period	-	-	-	-	-	-	-	821,383	821,383	11,100	-	832,483
Other comprehensive income	-	-	-	592	-	103,030	26	-	103,648	23,921	-	127,569
Total comprehensive income for the period	-	-	-	592	-	103,030	26	821,383	925,031	35,021	-	960,052
Dividend declared and approved for 2024 Note 12 (g)	-	-	-	-	-	-	-	(930,000)	(930,000)	-	-	(930,000)
Balance as at 30 June 2025 (Reviewed)	9,300,000	9,644,166	2,700,401	51,870	-	(38,019)	135,955	2,279,153	24,073,526	287,382	1,000,000	25,360,908

Independent auditor’s review report is set out on page i

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AlRayan Bank (Q.P.S.C.) QAR '000s

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS
For the six-month period ended 30 June 2026

	Notes	For the six-month period ended 30 June 2026 (Reviewed)	2025 (Reviewed)
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before tax for the period		**810,408**	844,872
Adjustments for:			
Net impairment losses / (reversals) on due from banks	3(a)	**37**	(5,177)
Net impairment losses on financing assets		**312,771**	409,248
Net impairment losses / (reversals) on investment securities	3(a)	**2,011**	(4,894)
Net impairment losses on other exposures subject to credit risk	3(a)	**13,051**	16,006
Fair value losses / (gains) on investment securities carried at fair value through income statement		**2,503**	(157)
Unrealized losses / (gains) on revaluation of Shari'a compliant risk management instruments		**130,773**	(533,550)
Depreciation and amortisation		**89,705**	85,676
Amortization of transaction costs on sukuk financing and other borrowings		**6,409**	3,966
Net losses / (gains) on sale of investment securities		**59**	(243)
Dividend income		**(7,025)**	(7,726)
Share of results of associates		**(21,610)**	(20,504)
Net discount amortisation on investment securities		**(51,121)**	(54,078)
Net loss on disposal of property and equipment		**29**	-
Employees' end of service benefit provisions		**7,827**	8,701
Profit before changes in operating assets and liabilities		**1,295,827**	742,140
Change in reserve account with Qatar Central Bank		**1,109,610**	153,639
Change in due from banks		**792**	(145,638)
Change in financing assets		**4,120,900**	(2,493,178)
Change in other assets		**(359,876)**	(404,110)
Change in profit receivable from investment securities		**(139,081)**	(40,612)
Change in due to banks		**(4,161,355)**	(173,736)
Change in customer current accounts		**831,863**	1,702,528
Change in other liabilities		**(332,091)**	180,680
Change in profit payable on sukuk financing and other borrowings		**(221,544)**	155,526
		2,145,045	(322,761)
Dividend received		**7,025**	7,726
Tax paid		**(24,877)**	(12,883)
Social and sports fund contribution		**(33,215)**	(37,677)
Employees' end of service benefits paid		**(1,808)**	(2,463)
Net cash generated from / (used in) operating activities		**2,092,170**	(368,058)
CASH FLOWS FROM INVESTING ACTIVITIES			
Acquisition of investment securities		**(12,683,688)**	(10,424,127)
Proceeds from sale / redemption of investment securities		**6,506,821**	5,770,541
Acquisition of property and equipment		**(40,040)**	(45,846)
Dividend received from associates		**8,906**	26,100
Net cash used in investing activities		**(6,208,001)**	(4,673,332)

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AlRayan Bank (Q.P.S.C.) QAR '000s

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS (continued)

For the six-month period ended 30 June 2026

	Notes	*For the six-month period ended 30 June* ***2026 (Reviewed)***	*2025 (Reviewed)*
CASH FLOWS FROM FINANCING ACTIVITIES			
Change in participatory investment accounts		**7,990,782**	1,354,408
Proceeds from sukuk financing and other borrowings, net of transaction cost		**441,280**	4,300,577
Repayments of sukuk financing and other borrowings		**(1,479,610)**	(1,843,450)
Capital contribution from non-controlling interest		**30,989**	-
Repayment of Ijarah liabilities		**(4,301)**	(3,508)
Dividends paid		**(1,034,211)**	(968,537)
Profit paid on instrument eligible as additional capital		**(46,000)**	(46,000)
Net cash generated from financing activities		**5,898,929**	2,793,490
Net increase / (decrease) in cash and cash equivalents		**1,783,098**	(2,247,900)
Cash and cash equivalents as at 1 January		**4,220,401**	5,781,493
Effect of foreign currency movement		**31,528**	346
Cash and cash equivalents as at 30 June	16	**6,035,027**	3,533,939

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INTERIM CONSOLIDATED STATEMENT OF CHANGES IN OFF-BALANCE SHEET ASSETS UNDER MANAGEMENT

For the six-month period ended 30 June 2026

		Movements during the period					
	Balance as at 1 January 2026	***Additions***	***Withdrawals***	***Revaluations / Gross income***	***Net dividends paid***	***Mudarib's share***	***Balance as at 30 June 2026***
30 June 2026 (Reviewed)							
Money market placements	**606,393**	**761,769**	**(1,018,896)**	**8,304**	**-**	**(1,272)**	**356,298**
Investments in sukuk, shares, mutual funds and other securities	**3,336,719**	**1,316,716**	**(59,486)**	**(26,854)**	**(33,840)**	**-**	**4,533,255**
	3,943,112	**2,078,485**	**(1,078,382)**	**(18,550)**	**(33,840)**	**(1,272)**	**4,889,553**

		Movements during the period					
	Balance as at 1 January 2025	*Additions*	*Withdrawals*	*Revaluations / Gross income*	*Net dividends paid*	*Mudarib's share*	*Balance as at 30 June 2025*
30 June 2025 (Reviewed)							
Money market placements	544,172	1,426,206	(1,313,997)	19,039	-	(2,218)	673,202
Investments in sukuk, shares, mutual funds and other securities	4,584,611	187,442	(1,544,349)	177,014	(82,560)	-	3,322,158
	5,128,783	1,613,648	(2,858,346)	196,053	(82,560)	(2,218)	3,995,360

Independent auditor's review report is set out on page i

The attached notes 1 to 21 form part of, and should be read in conjunction with these interim condensed consolidated financial statements

AlRayan Bank (Q.P.S.C.) QAR '000s

1 REPORTING ENTITY

AlRayan Bank (Q.P.S.C.) ("the Bank") is an entity domiciled in the State of Qatar and was incorporated on 4 January 2006 as a Qatari Public Shareholding Company under Qatar Commercial Companies' Law No. 5 of 2002, as amended by Qatar Commercial Companies' Law Number 11 of 2015 and Law Number 8 of 2021, under decision Number 11 of 2006 (the "Commercial Companies Law"). The commercial registration number of the Bank is 32010. The address of the Bank's registered office is at P.O. Box 28888, Lusail Marina, Qatar. The interim condensed consolidated financial statements of the Bank for the six-month period ended 30 June 2026 comprise the Bank and its subsidiaries (together referred to as "the Group" and individually as "Group entities"). The Group is primarily involved in Islamic banking, financing and investing activities, and has 13 branches in Qatar. The Parent Company / Ultimate Controlling Party of the Group is AlRayan Bank (Q.P.S.C.).

On 7 January 2021, the Bank and Al Khalij Commercial Bank (al khaliji) P.Q.S.C. ("Al Khaliji") have entered into a merger agreement as approved by the Board of Directors of both banks, which was subsequently approved by the shareholders of both banks at their respective Extra-Ordinary General Assemblies held on 5 October 2021 and 6 October 2021. On 2 November 2021, Qatar Central Bank ("QCB") approved the Bank's merger by way of absorption pursuant to Article 278 of the Commercial Companies Law and Article 161(2) of Law Number 13 of 2012 issuing the Qatar Central Bank Law and Regulation of Financial Institutions (the "QCB Law") and the merger agreement (the "Merger"). On 30 November 2021, the effective date of the merger, Al Khaliji was dissolved and the Bank which became the remaining legal entity, continued to conduct all operations in accordance with Shari'a principles and absorbed the assets and liabilities of Al Khaliji.

The principal subsidiaries of the Group are as follows:

Entity's name	*Country of incorporation*	*Entity's capital*		*Entity's activities*	*Effective percentage of ownership*	
					30 June 2026	*31 December 2025*
Al Rayan Investment L.L.C.	Qatar	USD	100,000,000	Investment banking	**100.00%**	100.00%
Al Rayan Bank plc [6]	UK	GBP	138,701,217	Islamic banking	**73.91%**	73.76%
Al Rayan Partners L.L.C. [1]	Qatar	QAR	10,000,000	Real estate consulting	**100.00%**	100.00%
Lusail Waterfront Investment Co.	Cayman Islands	USD	100	Investment activities	**100.00%**	100.00%
MAR Sukuk Limited [2]	Cayman Islands	USD	250	Sukuk issuance	**100.00%**	100.00%
Al Khaliji France S.A.[3 & 5]	France	EUR	104,000,000	Conventional banking	**100.00%**	100.00%
AKCB Markets Limited [3]	Cayman Islands	USD	1	Over-the-Counter Shari'a-compliant risk management instruments	**100.00%**	100.00%
Lusail Limited	Cayman Islands	USD	1	Financing and investing activities	**100.00%**	100.00%
MAR Finance L.L.C. [4]	Qatar	QAR	1,000	Sukuk issuance	**100.00%**	100.00%

[1] In a meeting held on 26 October 2023, the Board of Directors of Al Rayan Partners L.L.C. decided to liquidate the entity. The liquidation which was approved by the QCB in 2024 is currently in progress as of the reporting date and is being carried out in accordance with the applicable legal and regulatory requirements in Qatar.

[2] MAR Sukuk Limited was incorporated in the Cayman Islands as an exempt company with limited liability for the purpose of sukuk issuance and other activities, for the benefit of the Bank.

[3] Subsidiaries of Al Khaliji that became subsidiaries of the Group upon completion of the merger between the Bank and Al Khaliji on 30 November 2021.

[4] MAR Finance L.L.C. was incorporated in Qatar Financial Centre as a limited liability for the purpose of sukuk issuance and other activities, for the benefit of the Bank.

[5] In relation to the merger, Al Khaliji France S.A. continues to operate in its present status as a conventional bank. As of reporting date, there are no plans in place to convert the portfolio of the subsidiary into Shari'a-compliant products. Accordingly, the net profit earned by the subsidiary is not included in the interim consolidated statement of income, and the subsidiary's assets and liabilities are presented under other assets and other liabilities in the interim consolidated statement of financial position.

1 REPORTING ENTITY (continued)

[6] During the period, the Bank and another shareholder of Al Rayan Bank PLC ("ARB UK") agreed to subscribe for an additional 3,496,503,496 ordinary shares in ARB UK, amounting to a total investment of GBP 50 million. The subscription is payable in two equal tranches of 1,748,251,748 ordinary shares each. As of the reporting date, the first tranche, totalling GBP 25 million, had been fully subscribed.

As a result, ARB UK's share capital increased from GBP 121.2 million to GBP 138.7 million, and the Bank’s effective ownership interest in ARB UK increased from 73.76% to 73.91% as of the reporting date.

The Group’s management has made an assessment of the Group’s ability to continue as a going concern and is satisfied that the Group has the resources to continue in business for the foreseeable future. Furthermore, the management is not aware of any material uncertainties that may cast significant doubt upon the Group’s ability to continue as a going concern. Therefore, the interim condensed consolidated financial statements continue to be prepared on the going concern basis.

The interim condensed consolidated financial statements of the Group for the period ended 30 June 2026 were authorised for issuance in accordance with a resolution by the Board of Directors on 21 July 2026.

(a) Shari’a governance framework

The Group follows Accounting and Auditing Organization for Islamic Financial Institutions (“AAOIFI”) Governance Standards (GSs) in their entirety along with the regulators’ requirements related to Shari’a governance / Shari’a governance framework. In line with the requirements of the same, the Group has a comprehensive governance mechanism comprising of Shari’a supervisory board and internal Shari’a audit. These functions perform their responsibilities in line with AAOIFI GSs as well as the regulators’ requirements related to Shari’a governance.

The GSs also require the Board of Directors and those charged with governance to discharge their duties in line with Shari’a governance and fiduciary responsibilities.

(b) Shari’a principles and rules

The Group follows the hierarchy of Shari’a principles and rules as defined in paragraph 165 of FAS 1 “General Presentation and Disclosures in the Financial Statements”.

2 BASIS OF PREPARATION

(a) Statement of compliance

The interim condensed consolidated financial statements have been prepared in accordance with Financial Accounting Standards (“FAS”) 41 “Interim financial reporting” issued by the Accounting and Auditing Organisation for Islamic Financial Institutions (“AAOIFI”) as modified by Qatar Central Bank (“QCB”). In line with the requirements of AAOIFI, for matters that are not covered by FAS, the Group uses the guidance from the relevant IFRS accounting standards as issued by the International Accounting Standards Board (“IASB”).

The Bank has adopted QCB Circular 13/2020 dated 29 April 2020 (execution date), which modifies the requirements of FAS 33 “Investments in Sukuk, shares and similar instruments” and FAS 30 “Impairment, credit losses and onerous commitments” and requires Islamic Banks to follow principles of IFRS 9 “Financial Instruments” in respect of equity-type investments carried at Fair Value Through Other Comprehensive Income (“FVOCI”) and repurchase agreements. The Bank has adopted the circular from the effective date and the changes to the accounting policies have been adopted prospectively by the Bank.

The Group has adopted QCB guidelines on staging and provisioning of certain exposures, which modifies the requirements of FAS 30 “Impairment, credit losses and onerous commitments”.

The interim condensed consolidated financial statements do not contain all information and disclosures required in the annual consolidated financial statements, and should be read in conjunction with the Group's annual consolidated financial statements as at 31 December 2025. In addition, results for the six-month period ended 30 June 2026 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2026.

2 BASIS OF PREPARATION (continued)

(a) Statement of compliance (continued)

The preparation of these interim condensed consolidated financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

The significant judgements made by management in applying the Group’s accounting policies and the key sources of estimation uncertainty were the same as those applied to the consolidated financial statements for the year ended 31 December 2025, except as disclosed in Note 21.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected.

The Group’s financial risk management objectives and policies are consistent with those disclosed in the consolidated financial statements for the year ended 31 December 2025.

(b) Basis of measurement

The interim condensed consolidated financial statements have been prepared on the historical cost basis, except for the measurement at fair value of financial investments carried at “investments at fair value through other comprehensive income, “investments at fair value through income statement” and “Shari’a-compliant risk management instruments”.

(c) Functional and presentational currency

The interim condensed consolidated financial statements are presented in Qatari Riyals (“QAR”), which is the Bank’s functional and presentational currency, and all values are rounded to the nearest QAR thousand except when otherwise indicated. Each entity in the Group determines its own functional currency and items included in the financial statements of each entity are measured using that functional currency.

(d) New standards, amendments and interpretations

(i) New standards, amendments and interpretations effective from 1 January 2026

The accounting policies and method of computation applied by the Group in the preparation of the interim condensed consolidated financial statements are the same as used in the preparation of the audited annual financial statements as at 31 December 2025, except for the adoption of accounting policies as a result of new transaction, and amendments to standards effective from 1 January 2026 as set out below:

FAS 45 – Quasi-Equity (Including Investment Accounts)
AAOIFI has issued FAS 45 in 2023. This standard prescribes the principles of financial reporting related to the participatory investment instruments (including investment accounts) in which an Islamic financial institution controls the underlying assets (mostly, as a working partner), on behalf of the stakeholders other than the owners’ equity. Such instruments (including, in particular, the unrestricted investment accounts) normally qualify for on-balance-sheet accounting and are reported as quasi-equity. This standard also provides the overall criteria for on-balance-sheet accounting for participatory investment instruments and quasi-equity, as well as, pooling, recognition, derecognition, measurement, presentation and disclosure for quasi-equity. It further addresses financial reporting related to other quasi-equity instruments and certain specific issues. This standard shall be effective for the financial reporting periods beginning on or after 1 January 2026.

2 BASIS OF PREPARATION (continued)

(d) New standards, amendments and interpretations (continued)

(i) New standards, amendments and interpretations effective from 1 January 2026 (continued)

FAS 46 – Off-Balance-Sheet Assets Under Management
AAOIFI has issued FAS 46 in 2023. This standard prescribes the criteria for characterisation of off-balance-sheet assets under management, and the related principles of financial reporting in line with the “AAOIFI Conceptual Framework for Financial Reporting”. The standard encompasses the aspects of recognition, derecognition, measurement, selection and adoption of accounting policies, related to off-balance-sheet assets under management, as well as certain specific aspects of financial reporting such as impairment and onerous commitments by the institution. The standard also includes the presentation and disclosure requirements, particularly aligning the same with the requirements of the revised *FAS 1 ”General Presentation and Disclosures in the Financial Statements”* in respect of the statement of changes in off-balance-sheet assets under management. This standard, along with, *FAS 45“Quasi-Equity (Including Investment Accounts)”,* supersedes the earlier FAS 27 “Investment Accounts”. This standard shall be effective for the financial periods beginning on or after 1 January 2026 and shall be adopted at the same time of adoption of *FAS 45 – Quasi-Equity (Including Investment Accounts).*

FAS 47 – Transfer of Assets Between Investment Pools
AAOIFI has issued FAS 47 in 2023. This standard prescribes the financial reporting principles and disclosure requirements applicable to all transfers between investment pools related to (and where material, between significant categories of) owners’ equity, quasi-equity and off-balance-sheet assets under management of an institution. It requires adoption and consistent application of accounting policies for such transfers in line with Shari’a principles and rules and describes general disclosure requirements in this respect. This standard shall be effective for the financial periods beginning or after 1 January 2026 and supersedes the earlier *FAS 21 – “Disclosure on Transfer of Assets”.*

FAS 48 – Promotional Gifts and Prizes
AAOIFI has issued FAS 48 on 9 December 2024. This standard prescribes the accounting and financial reporting requirements applicable to promotional gifts and prizes awarded by the Islamic financial institutions to their customers, including quasi-equity and other investment accountholders. This standard shall be effective for the financial periods beginning or after 1 January 2026.

FAS 49 – Financial Reporting for Institutions Operating in Hyperinflationary Economies
AAOIFI has issued FAS 49 on 19 December 2024. This standard outlines the principles governing financial reporting for the institutions applying AAOIFI FASs operating in hyperinflationary economies, duly considering the relevant Shari’a principles and rules and their unique business models. This standard shall be effective for the financial periods beginning or after 1 January 2026 with early adoption encouraged.

The adoption of the above standards did not have significant impact on the Group’s interim condensed consolidated financial statements.

(ii) New standards, statements, amendments and interpretations issued but not yet effective

The Group has not yet applied the following new and revised FASs that have been issued but are not yet effective. These standards are currently in process of being assessed by the management of the Group to consider any implication in the current or future reporting periods and on foreseeable future transactions.

FAS 50 – Financial Reporting for Islamic Investment Institutions (Including Investment Funds)
AAOIFI has issued FAS 50 on 24 December 2024. This standard supersedes the earlier FAS 14 “Investment Funds.” This standard sets out the principles of financial reporting for Islamic Investment Institutions (“IIIs”) particularly prescribing overall requirements for the presentation, minimum contents and recommended structure of their financial statements in a manner that facilitates truthful and fair presentation in line with Shari’a principles and rules. This standard shall be effective on the annual financial statements of an III beginning or after 1 January 2027.

2 BASIS OF PREPARATION (continued)

(d) New standards, amendments and interpretations (continued)

(ii) New standards, statements, amendments and interpretations issued but not yet effective (continued)

FAS 51 – Participatory Ventures
AAOIFI has issued FAS 51 on 10 November 2025. This standard prescribes accounting and financial reporting principles for recognition, measurement, presentation and disclosures to apply in relation to participatory ventures (including most of the common structures / products based on Mudaraba and Musharaka). This standard shall be applied in respect of accounting and financial reporting by the investors, the working partners, as well as, the participatory ventures with regard to all such participatory ventures that fall within the scope of this standard, including those with fixed and variable equity / quasi-equity shares. This standard shall be effective for the financial periods beginning or after 1 January 2027.

FAS 52 – Deferred Delivery Sales: Salam and Istisna
AAOIFI has issued FAS 52 on 31 December 2025. This standard prescribes the accounting and financial reporting principles for recognition, measurement, presentation and disclosures related to deferred delivery sales transactions, applicable to the respective buyers and sellers. Such transactions include both, Salam- and Istisna-based deferred delivery sales transactions, but do not include Istisna-based development contracts which are subject of another standard being simultaneously issued. This standard shall be effective for the financial periods beginning or after 1 January 2027.

AAOIFI Accounting Board (AAB) Statement 1/2025 - Withdrawal of FAS 26 – Investment in Real Estate and Related Transitional Provisions

AAOIFI has issued AAB Statement 1/2025 on 29 December 2025. The objective of this statement is to:

(a) withdraw AAOIFI FAS 26 "Investment in Real Estate"; and

(b) provide necessary guidance (including transitional provisions) to the Islamic financial institutions or other institutions applying AAOIFI FASs in respect of accounting and financial reporting for investment property, as applicable in addition to the generally accepted accounting principles, once FAS 26 "Investment in Real Estate" stands withdrawn.

This statement is effective for the periods beginning on or after 1 January 2027 and with an option to early adopt.

AlRayan Bank (Q.P.S.C.) QAR '000s

3 EXPECTED CREDIT LOSSES ("ECL")

(a) Expected credit loss / Allowance for impairment

	Stage 1	Stage 2	Stage 3	Total
Exposures subject to ECL as at 30 June 2026				
- Due from banks and balances with central banks	10,614,099	341,405	-	10,955,504
- Financing assets	91,666,522	21,640,493	6,162,865	119,469,880
- Debt-type investment securities*	50,718,994	371,882	53,142	51,144,018
- Other exposures subject to credit risk	13,501,404	3,415,553	30,030	16,946,987
	166,501,019	25,769,333	6,246,037	198,516,389
Opening balance of allowance for impairment as at 1 January 2026				
- Due from banks and balances with central banks	1,831	343	-	2,174
- Financing assets	52,102	1,099,151	4,288,372	5,439,625
- Debt-type investment securities*	4,252	4,750	53,142	62,144
- Other exposures subject to credit risk	2,995	53,505	24,657	81,157
	61,180	1,157,749	4,366,171	5,585,100
Foreign currency translation for the period				
- Due from banks and balances with central banks	-	-	-	-
- Financing assets	(60)	(27)	(198)	(285)
- Debt-type investment securities*	(2)	-	-	(2)
- Other exposures subject to credit risk	-	-	-	-
	(62)	(27)	(198)	(287)
Net transfer between stages				
- Due from banks and balances with central banks	-	-	-	-
- Financing assets	342	(129,981)	129,639	-
- Debt-type investment securities*	-	-	-	-
- Other exposures subject to credit risk	177	(177)	-	-
	519	(130,158)	129,639	-
Net charges / (reversals) for the period				
- Due from banks and balances with central banks	(17)	54	-	37
- Financing assets	25,055	74,149	225,136	324,340
- Debt-type investment securities*	1,876	135	-	2,011
- Other exposures subject to credit risk	2,368	6,950	3,733	13,051
	29,282	81,288	228,869	339,439
Write-offs				
- Due from banks and balances with central banks	-	-	-	-
- Financing assets	-	-	(25,315)	(25,315)
- Debt-type investment securities*	-	-	-	-
- Other exposures subject to credit risk	-	-	-	-
	-	-	(25,315)	(25,315)
Closing balance of allowance for impairment as at 30 June 2026				
- Due from banks and balances with central banks	1,814	397	-	2,211
- Financing assets	77,439	1,043,292	4,617,634	5,738,365
- Debt-type investment securities*	6,126	4,885	53,142	64,153
- Other exposures subject to credit risk	5,540	60,278	28,390	94,208
	90,919	1,108,852	4,699,166	5,898,937

AlRayan Bank (Q.P.S.C.) QAR '000s

3 EXPECTED CREDIT LOSSES ("ECL") (continued)

(a) Expected credit loss / Allowance for impairment (continued)

	Stage 1	Stage 2	Stage 3	Total
Exposures subject to ECL as at 30 June 2025				
- Due from banks and balances with central banks	8,000,627	263,018	-	8,263,645
- Financing assets	87,787,169	23,092,001	6,309,487	117,188,657
- Debt-type investment securities*	47,197,162	404,987	53,142	47,655,291
- Other exposures subject to credit risk	11,402,307	4,916,190	25,082	16,343,579
	154,387,265	28,676,196	6,387,711	189,451,172
Opening balance of allowance for impairment as at 1 January 2025				
- Due from banks and balances with central banks	6,704	25	-	6,729
- Financing assets	54,375	803,896	3,895,279	4,753,550
- Debt-type investment securities*	4,674	12,949	53,142	70,765
- Other exposures subject to credit risk	3,518	39,974	24,574	68,066
	69,271	856,844	3,972,995	4,899,110
Foreign currency translation for the period				
- Due from banks and balances with central banks	-	-	-	-
- Financing assets	179	48	3,645	3,872
- Debt-type investment securities*	7	-	-	7
- Other exposures subject to credit risk	-	-	-	-
	186	48	3,645	3,879
Net transfer between stages				
- Due from banks and balances with central banks	-	-	-	-
- Financing assets	(417)	(92,186)	92,603	-
- Debt-type investment securities*	-	-	-	-
- Other exposures subject to credit risk	151	(151)	-	-
	(266)	(92,337)	92,603	-
Net charges / (reversals) for the period				
- Due from banks and balances with central banks	(5,482)	305	-	(5,177)
- Financing assets	969	259,651	160,117	420,737
- Debt-type investment securities*	(953)	(3,941)	-	(4,894)
- Other exposures subject to credit risk	681	15,927	(602)	16,006
	(4,785)	271,942	159,515	426,672
Write-offs				
- Due from banks and balances with central banks	-	-	-	-
- Financing assets	-	-	(85,982)	(85,982)
- Debt-type investment securities*	-	-	-	-
- Other exposures subject to credit risk	-	-	(20)	(20)
	-	-	(86,002)	(86,002)
Closing balance of allowance for impairment as at 30 June 2025				
- Due from banks and balances with central banks	1,222	330	-	1,552
- Financing assets	55,106	971,409	4,065,662	5,092,177
- Debt-type investment securities*	3,728	9,008	53,142	65,878
- Other exposures subject to credit risk	4,350	55,750	23,952	84,052
	64,406	1,036,497	4,142,756	5,243,659

* Exclude investment securities classified as fair value through income statement

AlRayan Bank (Q.P.S.C.) QAR '000s

3 EXPECTED CREDIT LOSSES ("ECL") (continued)

(b) Credit quality assessments

The table below provides an analysis of counterparties by rating grades and credit quality, reflecting the Group's credit risk profile as of 30 June 2026. This assessment is based on the alignment of internal credit ratings with external rating agency scales.

Rating grade	**Due from banks and balances with central banks**	**Financing assets**	**Debt-type investment securities***	**Other exposures subject to credit risk**
AAA to AA-	**7,921,514**	**54,307,409**	**44,866,489**	**4,553,550**
A+ to A-	**1,750,606**	**11,540,317**	**4,693,907**	**4,351,200**
BBB+ to BBB-	**2,459**	**11,521,845**	**530,722**	**3,516,705**
BB+ to B-	**1,014,019**	**18,111,872**	**999,756**	**2,889,706**
Unrated	**266,906**	**23,988,437**	**53,144**	**1,635,826**
Total as at 30 June 2026	**10,955,504**	**119,469,880**	**51,144,018**	**16,946,987**

Rating grade	Due from banks and balances with central banks	Financing assets	Debt-type investment securities*	Other exposures subject to credit risk
AAA to AA-	6,710,677	59,842,770	39,367,581	3,284,898
A+ to A-	2,130,659	10,999,775	4,017,863	4,556,688
BBB+ to BBB-	84,750	11,688,360	536,375	2,339,385
BB+ to B-	940,172	18,199,003	940,204	3,003,947
Unrated	361,455	22,898,043	147,500	1,865,831
Totals as at 31 December 2025	10,227,713	123,627,951	45,009,523	15,050,749

Rating grade	Due from banks and balances with central banks	Financing assets	Debt-type investment securities*	Other exposures subject to credit risk
AAA to AA-	6,393,326	56,352,058	41,747,941	2,838,901
A+ to A-	860,970	10,848,794	3,896,340	3,967,687
BBB+ to BBB-	85,058	10,591,119	245,989	3,152,621
BB+ to B-	661,427	17,700,564	1,617,524	5,142,052
Unrated	262,864	21,696,122	147,497	1,242,318
Total as at 30 June 2025	8,263,645	117,188,657	47,655,291	16,343,579

* Exclude investment securities classified as fair value through income statement

AlRayan Bank (Q.P.S.C.) QAR '000s

4 FAIR VALUE AND CLASSIFICATION OF FINANCIAL INSTRUMENTS

	Fair value through income statement	*Fair value through other comprehensive income*	*Amortised cost*	*Total carrying amount*	*Fair value*
30 June 2026 (Reviewed)					
Cash and balances with central banks	-	-	**7,438,018**	**7,438,018**	**7,438,018**
Due from banks	-	-	**3,990,681**	**3,990,681**	**3,990,681**
Financing assets	-	-	**113,731,515**	**113,731,515**	**113,731,515**
Investment securities:					
- Measured at fair value	**306,830**	**2,217,116**	-	**2,523,946**	**2,523,946**
- Measured at amortised cost	-	-	**49,672,977**	**49,672,977**	**49,985,743**
Financial assets held by a non-Shari'a-compliant subsidiary	-	-	**2,981,021**	**2,981,021**	**2,980,344**
Other assets	-	-	**3,258**	**3,258**	**3,258**
Shari'a-compliant risk management instruments	**235,735**	-	-	**235,735**	**235,735**
	542,565	**2,217,116**	**177,817,470**	**180,577,151**	**180,889,240**
Due to banks	-	-	**24,220,985**	**24,220,985**	**24,220,985**
Customer current accounts	-	-	**8,670,892**	**8,670,892**	**8,670,892**
Sukuk financing	-	-	**2,286,650**	**2,286,650**	**2,321,050**
Other borrowings	-	-	**7,553,191**	**7,553,191**	**7,553,191**
Financial liabilities of a non-Shari'a-compliant subsidiary	-	-	**1,856,998**	**1,856,998**	**1,856,998**
Other liabilities	-	-	**946,238**	**946,238**	**946,238**
Participatory investment accounts	-	-	**111,290,585**	**111,290,585**	**111,290,585**
Shari'a-compliant risk management instruments	**135,554**	-	-	**135,554**	**135,554**
	135,554	-	**156,825,539**	**156,961,093**	**156,995,493**

AlRayan Bank (Q.P.S.C.) QAR ’000s

4 FAIR VALUE AND CLASSIFICATION OF FINANCIAL INSTRUMENTS (continued)

31 December 2025 (Audited)	*Fair value through income statement*	*Fair value through other comprehensive income*	*Amortised cost*	*Total carrying amount*	*Fair value*
Cash and balances with central banks	-	-	5,878,930	5,878,930	5,878,930
Due from banks	-	-	4,816,232	4,816,232	4,816,232
Financing assets	-	-	118,188,326	118,188,326	118,188,326
Investment securities:					
- Measured at fair value	309,532	842,589	-	1,152,121	1,152,121
- Measured at amortised cost	-	-	44,767,818	44,767,818	45,045,245
Financial assets held by a non-Shari’a-compliant subsidiary	-	-	2,930,586	2,930,586	2,943,454
Other assets	-	-	2,725	2,725	2,725
Shari’a-compliant risk management instruments	298,459	-	-	298,459	298,459
	607,991	842,589	176,584,617	178,035,197	178,325,492
Due to banks	-	-	28,382,617	28,382,617	28,382,617
Customer current accounts	-	-	7,839,029	7,839,029	7,839,029
Sukuk financing	-	-	3,322,629	3,322,629	3,109,095
Other borrowings	-	-	7,766,032	7,766,032	7,766,032
Financial liabilities of a non-Shari’a-compliant subsidiary	-	-	1,819,582	1,819,582	1,819,582
Other liabilities	-	-	1,486,583	1,486,583	1,486,583
Participatory investment accounts	-	-	103,299,319	103,299,319	103,299,319
Shari’a-compliant risk management instruments	83,700	-	-	83,700	83,700
	83,700	-	153,915,791	153,999,491	153,785,957

(i) *Valuation of financial instruments*

The Group measures fair values using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements.

- Level 1: Quoted market price (unadjusted) in an active market for an identical instrument.
- Level 2: Valuation techniques based on observable inputs, either directly (i.e. as prices) or indirectly (i.e. derived from prices). This category includes instruments valued using: quoted market prices in active markets for similar instruments; quoted prices for identical or similar instruments in markets that are considered less than active; or other valuation techniques where all significant inputs are directly or indirectly observable from market data.
- Level 3: Valuation techniques using significant unobservable inputs. This category includes all instruments where the valuation technique includes inputs not based on observable data and the unobservable inputs have a significant effect on the instrument’s valuation. This category includes instruments that are valued based on quoted prices for similar instruments where significant unobservable adjustments or assumptions are required to reflect differences between the instruments.

AlRayan Bank (Q.P.S.C.) QAR '000s

4 FAIR VALUE AND CLASSIFICATION OF FINANCIAL INSTRUMENTS (continued)

(i) *Valuation of financial instruments (continued)*

Fair values of financial assets and financial liabilities that are traded in active markets are based on quoted market prices or dealer price quotations. For all other financial instruments, the Group determines fair values using valuation techniques.

Valuation techniques include net present value and discounted cash flow models, comparison to similar instruments for which market observable prices exist, and other valuation models. Assumptions and inputs used in valuation techniques include risk-free and benchmark profit rates, credit spreads and other premia used in estimating discount rates, bond and equity prices, foreign currency exchange rates, equity and equity index prices and expected price volatilities and correlations. The objective of valuation techniques is to arrive at a fair value determination that reflects the price of the financial instrument at the reporting date, which would have been determined by market participants acting at arm's length.

(ii) *Financial asset and liability classification*

The following table shows an analysis of financial instruments recorded at fair value by level of the fair value hierarchy:

	Level 1	***Level 2***	***Level 3***	***Total***
30 June 2026 (Reviewed)				
Financial assets				
Shari'a-compliant risk management instruments	**-**	**235,735**	**-**	**235,735**
Investment securities	**1,930,322**	**593,624**	**-**	**2,523,946**
	1,930,322	**829,359**	**-**	**2,759,681**
Financial liabilities				
Shari'a-compliant risk management instruments	**-**	**135,554**	**-**	**135,554**
	-	**135,554**	**-**	**135,554**

	Level 1	*Level 2*	*Level 3*	*Total*
31 December 2025 (Audited)				
Financial assets				
Shari'a-compliant risk management instruments	-	298,459	-	298,459
Investment securities	962,861	189,260	-	1,152,121
	962,861	487,719	-	1,450,580
Financial liabilities				
Shari'a-compliant risk management instruments	-	83,700	-	83,700
	-	83,700	-	83,700

The fair values of financial assets and financial liabilities carried at amortized cost approximate the carrying value, hence, not included in the fair value hierarchy table, except for certain investment securities for which the fair value amounts to QAR 49,986 million (31 December 2025: QAR 45,045 million), which is derived using Level 1 and 2 fair value hierarchies.

During the reporting period ended 30 June 2026 and the year ended 31 December 2025, there were no transfers among Levels 1, 2 and 3 fair value measurements.

5 OPERATING SEGMENTS

The Group has five reportable segments, as described below, which are the Group’s strategic divisions. The strategic divisions offer different products and services, and are managed separately based on the Group’s management and internal reporting structure. For each of the strategic divisions, the Group Executive Management Committee reviews internal reports periodically. The following summary describes the operations in each of the Group’s reportable segments.

- Corporate Banking provides an extensive range of Islamic funded and non-funded credit facilities, deposit services, investment advisory, currency exchange facilities, profit rate swaps, financing syndication and other services to Corporate, Commercial and Multinational Customers.
- Retail Banking provides investment accounts services, credit card and Islamic financing to retail and individual customers.
- Treasury and Financial Institutions undertake the Group’s funding and centralised risk management activities through borrowings, sukuk financing, use of Shari’a compliant instruments for risk management purposes and investing in liquid assets such as short-term placements and corporate and government debt securities.
- Asset Management performs the following functions: (a) provide customised investment solutions (with expertise across equities & fixed income investments) to institutional and High Net Worth investors in line with investors’ specific needs and risk parameters, (b) manage mutual funds and exchange traded fund, and (c) provide financial and strategic advisory services.
- International Operations includes financing assets, deposits and other products and services with corporate and individual customers in the Group’s international locations.

Unallocated assets, liabilities, revenues and expenses are related to some central functions and non-core business operations, like common property and equipment, cash functions, development projects related payables etc.

Information regarding the results, assets and liabilities of each reportable segment is included below. Performance is measured based on segment profit before tax, as included in the internal management reports that are reviewed by the management. Segment profit is used to measure performance as management believes that such information is the most relevant in evaluating the results of certain segments relative to other entities that operate within these industries.

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5 OPERATING SEGMENTS (continued)

Information about operating segments

30 June 2026 (Reviewed)	*Corporate Banking*	*Retail Banking*	*Treasury and Financial Institutions*	*Asset Management*	*International Operations*	*Unallocated*	*Total*
External revenue:							
Income from financing and investing activities, net of finance expense	1,798,455	647,387	414,023	13,904	444,256	-	3,318,025
Net fee and commission income	61,231	72,509	4,856	17,364	(333)	-	155,627
Foreign exchange gain / (loss) (net)	-	-	85,819	(1)	39	-	85,857
Share of results of associates	-	-	-	-	-	21,610	21,610
Other income	45,806	53,578	-	-	446	26,944	126,774
Reportable segment total income, net of finance expense	1,905,492	773,474	504,698	31,267	444,408	48,554	3,707,893
Net profit attributable to quasi-equity	(925,694)	(400,490)	(485,100)	-	(268,292)	-	(2,079,576)
Net impairment (losses) / reversals on financing assets	(291,417)	(32,221)	-	-	10,867	-	(312,771)
Net impairment losses on investment securities	-	-	(1,881)	(130)	-	-	(2,011)
Net impairment losses on due from banks and other exposures subject to credit risk	(10,841)	(404)	(1,843)	-	-	-	(13,088)
Operating expenses	(172,739)	(164,403)	(53,317)	(8,810)	(90,770)	-	(490,039)
Intersegment (cost) / income	(289,294)	144,526	144,768	-	-	-	-
Reportable segment profit before tax	215,507	320,482	107,325	22,327	96,213	48,554	810,408
Reportable segment assets	74,776,627	25,662,818	51,825,741	548,060	20,383,170	10,875,066	184,071,482
Reportable segment liabilities	4,926,965	3,023,335	33,020,014	63,204	3,679,768	2,569,863	47,283,149
Reportable segment quasi-equity	51,732,264	25,018,378	20,408,745	-	14,131,198	-	111,290,585

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5 OPERATING SEGMENTS (continued)

Information about operating segments (continued)

30 June 2025 (Reviewed)	*Corporate Banking*	*Retail Banking*	*Treasury and Financial Institutions*	*Asset Management*	*International Operations*	*Unallocated*	*Total*
External revenue:							
Income from financing and investing activities, net of finance expense	2,024,838	736,438	337,963	11,460	386,876	-	3,497,575
Net fee and commission income	87,460	49,652	30,404	17,061	(19)	-	184,558
Foreign exchange gain / (loss) (net)	-	-	83,390	7	(52)	-	83,345
Share of results of associates	-	-	-	-	-	20,504	20,504
Other income	36,057	149,987	-	-	429	4,584	191,057
Reportable segment total income, net of finance expense	2,148,355	936,077	451,757	28,528	387,234	25,088	3,977,039
Net profit attributable to quasi-equity	(986,148)	(487,186)	(530,194)	-	(233,809)	-	(2,237,337)
Net impairment losses on financing assets	(335,131)	(62,625)	-	-	(11,492)	-	(409,248)
Net impairment reversals on investment securities	-	-	3,874	1,020	-	-	4,894
Net impairment (losses) / reversals on due from banks and other exposures subject to credit risk	(13,085)	(336)	2,592	-	-	-	(10,829)
Operating expenses	(170,222)	(160,951)	(52,446)	(7,584)	(88,444)	-	(479,647)
Intersegment (cost) / income	(403,084)	163,214	239,870	-	-	-	-
Reportable segment profit before tax	240,685	388,193	115,453	21,964	53,489	25,088	844,872
31 December 2025 (Audited)							
Reportable segment assets	80,800,430	25,263,660	47,409,717	457,023	18,229,877	9,097,340	181,258,047
Reportable segment liabilities	4,453,698	2,644,374	38,240,654	17,966	3,955,966	2,846,331	52,158,989
Reportable segment quasi-equity	40,350,940	25,228,469	25,711,395	-	12,008,515	-	103,299,319

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6 FINANCING ASSETS

(a) By type

	30 June 2026 (Reviewed)	*31 December 2025 (Audited)*	*30 June 2025 (Reviewed)*
Receivables and balances from financing activities:			
Murabaha	**96,494,414**	100,972,189	95,007,951
Ijarah Muntahia Bittamleek	**28,418,089**	28,623,062	28,875,726
Istisna'a	**434,169**	304,051	49,694
Musharaka	**3,537,862**	3,893,859	4,229,312
Others	**216,183**	270,495	249,703
Accrued profit	**1,709,524**	1,834,622	1,634,243
Total financing assets	**130,810,241**	135,898,278	130,046,629
Deferred profit	**(11,340,361)**	(12,270,327)	(12,857,972)
Allowance for impairment - Performing (Stages 1 and 2)*	**(1,120,731)**	(1,151,253)	(1,026,515)
Allowance for impairment - Non-performing (Stage 3)*	**(4,181,123)**	(3,863,430)	(3,663,959)
Profit in suspense*	**(436,511)**	(424,942)	(401,703)
Net financing assets	**113,731,515**	118,188,326	112,096,480

*For stage-wise exposure and allowance for impairment, refer to Note 3(a).

The total non-performing financing assets net of deferred profit at 30 June 2026 amounted to QAR 6,163 million representing 5.16% of the gross financing assets net of deferred profit (31 December 2025: QAR 6,320 million representing 5.11% of the gross financing assets net of deferred profit; 30 June 2025: QAR 6,309 million representing 5.38% of the gross financing assets net of deferred profit).

(b) Movement in the allowance for impairment and profit in suspense on financing assets

	Allowance for impairment	***Profit in suspense***	***30 June 2026 (Reviewed)***
Balance as at 1 January	**5,014,683**	**424,942**	**5,439,625**
Charge for the period	**381,233**	**24,307**	**405,540**
Recoveries / reversals during the period	**(68,462)**	**(12,738)**	**(81,200)**
Write-off during the period	**(25,315)**	**-**	**(25,315)**
Effect of foreign currency movement	**(285)**	**-**	**(285)**
Balance as at 30 June	**5,301,854**	**436,511**	**5,738,365**

	Allowance for impairment	*Profit in suspense*	*31 December 2025 (Audited)*
Balance as at 1 January	4,363,336	390,214	4,753,550
Charge for the year	1,149,592	59,029	1,208,621
Recoveries / reversals during the year	(331,713)	(17,735)	(349,448)
Write-off during the year	(169,460)	(6,566)	(176,026)
Effect of foreign currency movement	2,928	-	2,928
Balance as at 31 December	5,014,683	424,942	5,439,625

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6 FINANCING ASSETS (continued)

(b) Movement in the allowance for impairment and profit in suspense on financing assets (continued)

	Allowance for impairment	*Profit in suspense*	*30 June 2025 (Reviewed)*
Balance as at 1 January	4,363,336	390,214	4,753,550
Charge for the period	514,421	28,810	543,231
Recoveries / reversals during the period	(105,173)	(17,321)	(122,494)
Write-off during the period	(85,982)	-	(85,982)
Effect of foreign currency movement	3,872	-	3,872
Balance as at 30 June	4,690,474	401,703	5,092,177

7 INVESTMENT SECURITIES

	30 June 2026 (Reviewed)	*31 December 2025 (Audited)*	*30 June 2025 (Reviewed)*
Debt-type investments classified as fair value through income statement			
Fixed profit rate – Quoted	**227,036**	229,738	205,725
Fixed profit rate – Unquoted	**73,000**	73,000	73,000
Accrued profit	**6,794**	6,794	6,575
	306,830	309,532	285,300
Debt-type investments classified as amortised cost			
Fixed profit rate - Quoted	**7,525,251**	6,758,280	6,316,903
Fixed profit rate - Unquoted	**78,142**	78,142	78,142
Government of Qatar - Quoted	**11,230,282**	4,681,158	1,987,259
Government of Qatar - Unquoted	**30,361,888**	32,889,713	38,844,674
Accrued profit	**541,567**	422,669	428,313
Less: Allowance for impairment*	**(64,153)**	(62,144)	(65,878)
	49,672,977	44,767,818	47,589,413
Equity-type investments classified as fair value through other comprehensive income			
- Quoted	**683,447**	542,719	462,777
- Unquoted	**120,621**	114,149	121,057
Accrued profit	**6,160**	6,160	4,752
	810,228	663,028	588,586
Debt-type investments classified as fair value through other comprehensive income			
Government of Qatar - Quoted	**992,871**	176,838	-
Government of Qatar - Unquoted	**391,337**	-	-
Accrued profit	**22,680**	2,723	-
	1,406,888	179,561	-
	52,196,923	45,919,939	48,463,299

*For stage-wise exposure and allowance for impairment, refer to Note 3(a).

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7 INVESTMENT SECURITIES (continued)

The cumulative change in the fair value of investment securities classified as fair value through other comprehensive income during the period / year is as follows:

	30 June 2026 (Reviewed)	*31 December 2025 (Audited)*	*30 June 2025 (Reviewed)*
Positive fair value reserve:			
Balance as at 1 January	**63,169**	67,415	67,415
Net change in fair value	**20,409**	(4,246)	1,163
Balance as at 30 June / 31 December	**83,578**	63,169	68,578
Negative fair value reserve:			
Balance as at 1 January	**(19,604)**	(14,089)	(14,089)
Net change in fair value	**(6,279)**	(5,515)	(273)
Balance as at 30 June / 31 December	**(25,883)**	(19,604)	(14,362)
Total fair value reserve at 30 June / 31 December	**57,695**	43,565	54,216

8 DUE TO BANKS

	30 June 2026 (Reviewed)	*31 December 2025 (Audited)*	*30 June 2025 (Reviewed)*
Current and short-term investment accounts	**238,246**	461,656	326,837
Commodity murabaha payable	**2,118,797**	1,555,074	2,507,397
Wakala payable	**9,464,632**	10,129,345	16,660,866
Repurchase agreements	**12,333,342**	16,187,795	4,024,481
Profit payable to banks	**65,968**	48,747	63,543
	24,220,985	28,382,617	23,583,124

The market value of securities given as collateral against the repurchase agreements is QAR 12,429 million (31 December 2025: QAR 16,189 million; 30 June 2025: QAR 4,322 million).

9 SUKUK FINANCING

	30 June 2026 (Reviewed)	*31 December 2025 (Audited)*	*30 June 2025 (Reviewed)*
Face value of sukuk financing	**2,301,219**	3,070,564	5,320,145
Less: Unamortised transaction costs	**(5,046)**	(5,687)	(176)
Profit payable	**9,061**	262,768	138,777
Others	**(18,584)**	(5,016)	(21,319)
	2,286,650	3,322,629	5,437,427

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9 SUKUK FINANCING (continued)

The movement in sukuk financing issued by the Group during the period / year is as follows:

	30 June 2026 (Reviewed)	*31 December 2025 (Audited)*	*30 June 2025 (Reviewed)*
Balance as at 1 January	**3,322,629**	3,293,405	3,293,405
Net issuances during the period / year	**-**	3,203,071	2,702,743
Repayments during the period / year	**(1,108,287)**	(3,381,528)	(613,120)
Amortisation of transaction costs	**960**	1,930	618
Effect of foreign currency movement	**(18,154)**	(139,289)	(76,529)
Finance expense for the period / year	**103,070**	350,056	151,629
Other movements	**(13,568)**	(5,016)	(21,319)
Balance as at 30 June / 31 December	**2,286,650**	3,322,629	5,437,427

10 OTHER BORROWINGS

The movement in other borrowings issued by the Group during the period / year is as follows:

	30 June 2026 (Reviewed)	*31 December 2025 (Audited)*	*30 June 2025 (Reviewed)*
Balance as at 1 January	**7,766,032**	6,378,259	6,378,259
Net issuances during the period / year	**441,279**	4,159,771	1,597,834
Repayments during the period / year	**(857,813)**	(3,486,564)	(1,374,226)
Amortisation of transaction costs	**5,449**	9,010	3,348
Finance expense for the period / year	**161,876**	335,402	147,793
Effect of foreign currency movement	**9,199**	(1,590)	-
Reclassification from due to banks	**-**	369,596	-
Other movements	**27,169**	2,148	-
Balance as at 30 June / 31 December	**7,553,191**	7,766,032	6,753,008

11 PARTICIPATORY INVESTMENT ACCOUNTS

	30 June 2026 (Reviewed)	*31 December 2025 (Audited)*	*30 June 2025 (Reviewed)*
Saving accounts	**9,562,389**	8,669,388	8,479,167
Term accounts	**95,539,600**	91,312,939	89,337,741
Short-term investment accounts	**5,498,911**	2,498,947	3,308,413
Profit payable to participatory investment accounts	**687,544**	816,388	806,717
Share in the fair value reserve	**2,141**	1,657	1,943
	111,290,585	103,299,319	101,933,981

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12 EQUITY

(a) Share capital

	30 June 2026 (Reviewed)	*31 December 2025 (Audited)*	*30 June 2025 (Reviewed)*
Authorised - Issued and fully paid			
9,300,000,000 shares at QAR 1 each	**9,300,000**	9,300,000	9,300,000

(b) Legal reserve

According to QCB Law No. 13 of 2012, 10% of the profit for the year is required to be transferred to the legal reserve until the reserve equals 100% of paid up capital. No transfer has been made for the period ended 30 June 2026, as legal reserve reached 100% of the paid up capital.

(c) Risk reserve

In accordance with QCB circular 102/2011, risk reserve has been created to cover contingencies on both the public and private sector financing activities, with a minimum requirement of 2.5% of the total private sector exposure granted by the Group inside and outside Qatar after the exclusion of provisions and profit in suspense. The finance provided to/or secured by the Ministry of Finance or finance against cash guarantees are excluded from the gross direct financing, which should be appropriated from shareholders’ profit according to QCB instructions. No transfer has been made for the period ended 30 June 2026 as the Bank will transfer the required amount by 31 December 2026.

(d) Fair value reserve

	30 June 2026 (Reviewed)	*31 December 2025 (Audited)*	*30 June 2025 (Reviewed)*
Balance as at 1 January	**42,399**	51,278	51,278
Net unrealised gains / (losses)	**14,130**	(9,761)	890
Share of other comprehensive (loss) / income of associates	**(1,235)**	547	(347)
Share in the reserve attributable to quasi-equity	**(484)**	335	49
Net fair value movement	**12,411**	(8,879)	592
Balance as at 30 June / 31 December (shareholders’ share)	**54,810**	42,399	51,870

(e) Foreign currency translation reserve

The foreign currency translation reserve comprises all foreign exchange differences arising from the translation of the financial statements of foreign operations.

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12 EQUITY (continued)

(f) Other reserves

Other reserves consist of the following:

	30 June 2026 (Reviewed)	*31 December 2025 (Audited)*	*30 June 2025 (Reviewed)*
Share in profit from investment in associates, net of cash dividend	**140,842**	140,842	135,693
Share in the associate's actuarial gain on employees' defined benefit obligations	**295**	262	262
	141,137	141,104	135,955

The movement in other reserves during the period / year is as follows:

	30 June 2026 (Reviewed)	*31 December 2025 (Audited)*	*30 June 2025 (Reviewed)*
Balance as at 1 January	**141,104**	135,929	135,929
Share of results of associates	-	35,786	-
Dividends received from associates	-	(26,100)	-
Share in the associate's actuarial gain on employees' defined benefit obligations	**33**	26	26
Other movement	-	(4,537)	-
Balance as at 30 June / 31 December	**141,137**	141,104	135,955

No transfer has been made for the period ended 30 June 2026, as the Bank will transfer the share of results of associates to other reserves by 31 December 2026.

(g) Dividend

On 15 March 2026, the General Assembly approved a cash dividend of 11% of the paid up share capital (2025: 10%) amounting to QAR 1,023 million (2025: QAR 930 million).

13 NON-CONTROLLING INTEREST

This represents the non-controlling interest in Al Rayan Bank plc (26.09%) (31 December 2025: 26.24%).

14 CONTINGENT LIABILITIES AND COMMITMENTS

(a) Contingent liabilities

	30 June 2026 (Reviewed)	*31 December 2025 (Audited)*	*30 June 2025 (Reviewed)*
Unutilised credit facilities	**4,111,560**	3,465,169	4,998,966
Guarantees	**11,503,512**	10,394,911	10,269,649
Letters of credit	**1,325,184**	1,184,732	1,068,482
	16,940,256	15,044,812	16,337,097
Contingent liabilities of a non-Shari'a-compliant subsidiary[1]	**511,865**	442,970	471,645

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14 CONTINGENT LIABILITIES AND COMMITMENTS (continued)

(a) Contingent liabilities (continued)

[1] Contingent liabilities of a non-Shari'a-compliant subsidiary consist of the following:

	30 June 2026 (Reviewed)	*31 December 2025 (Audited)*	*30 June 2025 (Reviewed)*
Unutilised credit facilities	**316,596**	274,024	307,314
Guarantees	**191,338**	163,627	158,684
Letters of credit	**3,931**	5,319	5,647
	511,865	442,970	471,645

(b) Other undertakings and commitments

	30 June 2026 (Reviewed)	*31 December 2025 (Audited)*	*30 June 2025 (Reviewed)*
Profit rate swaps	**5,987,861**	6,158,665	5,798,446
Unilateral promise to buy/sell currencies	**6,455,754**	6,187,927	5,639,104
Currency swaps	**980,978**	540,670	-
	13,424,593	12,887,262	11,437,550

	30 June 2026 (Reviewed)	*31 December 2025 (Audited)*	*30 June 2025 (Reviewed)*
Capital and other commitments	**85,895**	30,299	31,832

	30 June 2026 (Reviewed)	*31 December 2025 (Audited)*	*30 June 2025 (Reviewed)*
Total contingent liabilities and commitments	**30,962,609**	28,405,343	28,278,124

15 BASIC AND DILUTED EARNINGS PER SHARE

Basic earnings per share is calculated by dividing the net profit for the period by the weighted average number of ordinary shares outstanding during the period.

	For the six-month period ended 30 June	
	2026 (Reviewed)	*2025 (Reviewed)*
Net profit for the period attributable to equity holders of the Bank	**687,476**	821,383
Weighted average number of shares outstanding during the period (thousand)	**9,300,000**	9,300,000
Basic earnings per share (QAR)	**0.074**	0.088

There were no potentially dilutive shares outstanding at any time during the period. Therefore, the diluted earnings per share are equal to the basic earnings per share.

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16 CASH AND CASH EQUIVALENTS

For the purpose of the interim consolidated statement of cash flows, cash and cash equivalents comprise the following balances with original maturities of less than three months:

	30 June 2025 (Reviewed)	*30 June 2025 (Reviewed)*
Cash on hand and balances with QCB excluding cash reserve	**3,200,420**	735,798
Due from banks	**2,834,524**	2,151,005
Investment securities	**-**	647,132
Add: Allowance for impairment	**83**	4
	6,035,027	3,533,939

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17 RELATED PARTIES

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions. Related parties include the significant shareholders and entities over which the Group exercise significant influence, directors and their close family members and executive management of the Group.

(a) Transactions and balances

	30 June 2026 (Reviewed)			31 December 2025 (Audited)			30 June 2025 (Reviewed)		
	Associate companies	**Board of Directors[1]**	**Major shareholders[2]**	Associate companies	Board of Directors[1]	Major shareholders[2]	Associate companies	Board of Directors[1]	Major shareholders[2]
Consolidated statement of financial position items:									
Financing assets	**-**	**120,076**	**4,035,613**	-	130,092	4,091,734	-	51,451	4,091,171
Customer current accounts	**151,343**	**30,769**	**38,924**	31,549	23,235	29,218	33,157	22,676	18,143
Participatory investment accounts	**97,406**	**278,232**	**20,365,627**	100,057	285,312	18,263,323	98,306	274,390	18,498,179
Other liabilities	**-**	**-**	**103,713**	-	-	106,803	-	-	106,699
Contingent liabilities:									
Letters of credit	**-**	**750**	**-**	-	1,000	-	-	759	-
Guarantees	**187,002**	**136,745**	**-**	159,311	138,075	-	76,776	72,053	-

	For the six-month period ended 30 June					
	2026 (Reviewed)			2025 (Reviewed)		
	Associate companies	**Board of Directors[1]**	**Major shareholders[2]**	Associate companies	Board of Directors[1]	Major shareholders[2]
Consolidated statement of income items:						
Income from financing activities	**-**	**2,727**	**82,162**	-	1,398	82,909
Net profit attributable to quasi-equity	**2,489**	**5,397**	**433,326**	1,399	5,343	446,949
Operating expenses	**9,774**	**-**	**-**	2,354	-	-

[1] Includes close family members
[2] Major shareholders owning directly or indirectly 5% or more of the Bank’s share capital
[3] All the transactions with the related parties are substantially on the same terms, including profit rates and collateral, as those prevailing in comparable transactions with unrelated parties.

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17 RELATED PARTIES (continued)

(b) Transactions with key management personnel

The remuneration of directors and other members of key management during the period was as follows:

	For the six-month period ended 30 June	
	2026 (Reviewed)	*2025 (Reviewed)*
Remuneration to Board of Directors including meeting allowances	**12,750**	12,750
Key management		
Short term employee benefits	**13,216**	12,060
Other long term benefits	**405**	461
	13,621	12,521

18 CAPITAL ADEQUACY RATIO

The capital adequacy ratio of the Group is calculated in accordance with the Basel III Committee guidelines as adopted by the QCB.

	30 June 2026 (Reviewed)	*31 December 2025 (Audited)*	*30 June 2025 (Reviewed)*
Common Equity Tier 1 (CET 1) capital	**23,059,166**	22,302,461	22,829,449
Additional Tier 1 capital	**1,039,529**	1,035,014	1,032,656
Tier 2 capital	**1,135,045**	1,130,936	1,114,699
Total regulatory capital	**25,233,740**	24,468,411	24,976,804
Risk weighted assets			
Risk weighted assets for credit risk	**88,350,803**	87,384,439	87,056,295
Risk weighted assets for market risk	**5,117,460**	4,229,101	3,808,223
Risk weighted assets for operational risk	**5,045,755**	5,045,755	5,527,937
Total risk weighted assets	**98,514,018**	96,659,295	96,392,455
Common Equity Tier 1 (CET 1) ratio	**23.41%**	23.07%	23.68%
Total capital adequacy ratio	**25.61%**	25.31%	25.91%

The minimum requirements for capital adequacy ratio under Basel III as per QCB regulations are as follows:

30 June 2026	Without capital conservation buffer	Capital conservation buffer	Additional DSIB [1] charge	ICAAP [2] Pillar II capital charge	Total
Minimum limit for CET 1 ratio	**6.0%**	**2.5%**	**1.0%**	**0.0%**	**9.50%**
Minimum limit for Tier 1 capital ratio	**8.0%**	**2.5%**	**1.0%**	**0.0%**	**11.50%**
Minimum limit for Total capital ratio	**10.0%**	**2.5%**	**1.0%**	**3.9%**	**17.40%**

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18 CAPITAL ADEQUACY RATIO (continued)

31 December 2025	Without capital conservation buffer	Capital conservation buffer	Additional DSIB [1] charge	ICAAP [2] Pillar II capital charge	Total
Minimum limit for CET 1 ratio	6.0%	2.5%	1.0%	0.0%	9.50%
Minimum limit for Tier 1 capital ratio	8.0%	2.5%	1.0%	0.0%	11.50%
Minimum limit for Total capital ratio	10.0%	2.5%	1.0%	3.9%	17.40%

30 June 2025	Without capital conservation buffer	Capital conservation buffer	Additional DSIB[1] charge	ICAAP [2] Pillar II capital charge	Total
Minimum limit for CET 1 ratio	6.0%	2.5%	0.5%	0.0%	9.00%
Minimum limit for Tier 1 capital ratio	8.0%	2.5%	0.5%	0.0%	11.00%
Minimum limit for Total capital ratio	10.0%	2.5%	0.5%	2.73%	15.73%

[1] *Domestic Systemically Important Bank*
[2] *Internal Capital Adequacy Assessment Process*

19 DISCLOSURE OF SOURCES AND APPLICATION OF CHARITY FUND FOR THE PERIOD

	For the six-month period ended 30 June	
	2026 ***(Reviewed)***	*2025* *(Reviewed)*
Sources of charity fund		
Undistributed charity fund as at 1 January	**190,731**	162,472
Net earnings prohibited by Shari'a during the period	**18,397**	34,096
Total sources of charity fund	**209,128**	196,568
Use of charity fund		
Researches, donations and other uses during the period	**(650)**	(600)
Undistributed charity fund as at 30 June	**208,478**	195,968

20 INCOME TAX EXPENSE

	For the three-month period ended 30 June		*For the six-month period ended 30 June*	
	2026 ***(Reviewed)***	*2025* *(Reviewed)*	***2026*** ***(Reviewed)***	*2025* *(Reviewed)*
Current tax expense	**11,433**	6,980	**16,122**	11,395
Adjustments in respect of prior years	**53**	30	**(1,407)**	(994)
Deferred tax expense	**1,227**	1,686	**7,836**	1,988
Pillar Two taxes[1]	**37,116**	-	**80,861**	-
	49,829	8,696	**103,412**	12,389

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20 INCOME TAX EXPENSE (continued)

Movement of deferred tax asset is as follows:

	30 June 2026 (Reviewed)	*31 December 2025 (Audited)*
Balance as at 1 January	**8,370**	11,535
Adjustments in respect of prior years	**(2,569)**	3,234
Deferred tax expense during the period / year	**(5,267)**	(7,163)
Effect of foreign currency movement	**6**	764
Balance as at 30 June / 31 December	**540**	8,370

[1]International Tax Reform – Pillar Two Model Rules – Amendments to IAS 12

The Group is subject to the global minimum top-up tax under Pillar Two tax legislation. The top-up tax relates to the Group's operations in the State of Qatar.

In December 2021, the Organisation for Economic Co-operation and Development (OECD) issued model rules for a new global minimum 15% tax framework (Pillar Two tax), and various governments around the world have issued, or are in the process of issuing, legislation related to this framework. Qatar has enacted the OECD Pillar Two framework into domestic law through Law No. 22 of 2024, which amends the Income Tax Law No. 24 of 2018.

The law was published in the Official Gazette on 27 March 2025 and applies to fiscal periods beginning on or after 1 January 2025. Under this legislation, Qatar has implemented two Pillar Two mechanisms: (i) the Income Inclusion Rule (IIR), which requires a Qatari Ultimate Parent Entity to pay a top up tax in respect of low taxed foreign constituent entities; and (ii) a Domestic Minimum Top Up Tax (DMTT), which ensures that profits generated in Qatar are subject to a minimum effective tax rate of 15%, thereby preventing the reallocation of taxing rights to other jurisdictions.

During the period from 1 January 2025 to 30 September 2025, the implementation of Pillar Two in Qatar was subject to draft Executive Regulations that included transitional reliefs. Based on the Group's impact assessment at that time, these reliefs were applied and no Pillar Two top-up tax was recognised during those periods. Subsequently, final Executive Regulations were issued, confirming the requirement to apply Pillar Two to qualifying entities in Qatar. As a result, the Group recognised a Pillar Two top-up tax charge starting Q4 2025, following the enactment and substantive clarification of the final regulations.

The Group continues to monitor further the GloBE developments in Qatar and the other relevant jurisdictions, which may affect future tax calculations and compliance obligations.

21 GEOPOLITICAL SITUATION IN THE MIDDLE EAST

The geopolitical environment in the Middle East has remained volatile during the reporting period and continues to be subject to evolving regional developments. These conditions have contributed to increased uncertainty in the economic and business environment across the region, including Qatar. The Group continues to actively monitor the potential implications of these developments on its operations, customers and overall risk profile through its established risk management and business continuity frameworks.

As part of its ongoing credit risk assessment, management has evaluated the potential impact of prevailing geopolitical and macroeconomic conditions on the Group's ECL estimates in accordance with FAS 30. This assessment included a review of portfolio performance trends, staging outcomes, significant increase in credit risk ("SICR") indicators, probability of default measures and relevant forward-looking macroeconomic information. Management also considered alternative economic outlooks and the potential implications of heightened uncertainty on borrowers' future repayment capacity.

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21 GEOPOLITICAL SITUATION IN THE MIDDLE EAST (continued)

The Group's ECL methodology incorporates multiple forward-looking economic scenarios and utilizes macroeconomic variables that have demonstrated a statistical and economic relationship with historical default behavior across the Group's portfolios. These variables include, amongst others, GDP-related indicators, inflation measures, trade activity, and government fiscal indicators. The latest available macroeconomic forecasts for these variables were incorporated into the Group's forward-looking credit risk framework and used in the estimation of Point-in-Time Probability of Default ("PIT PD") measures. In addition, forward-looking macroeconomic information, including GDP growth expectations and broader economic trends, was considered in determining the probability weightings assigned to economic scenarios used in the ECL calculation. The revised macroeconomic forecasts and scenario weightings were applied at a portfolio level in determining ECL estimates.

Based on management's assessment of prevailing economic conditions and geopolitical uncertainty, the Group revised the probability weightings assigned to the upside and downside scenarios to reflect the latest forward-looking economic outlook, while maintaining the weighting attributed to the base scenario. The probability weightings applied to the macroeconomic scenarios at the parent company level are set out below:

	30 June 2026	*31 December 2025*	*30 June 2025*
Base case	**65%**	65%	65%
Upside case	**7%**	15%	15%
Downside case	**28%**	20%	20%

The resulting ECLs and impairment allowances are disclosed in Note 3 to these interim condensed consolidated financial statements.